# Methane Pollution Reduction Under SB 1371

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CPUC Public Workshop for R. 15-01-008
Best Practices for Natural Gas Leak Abatement
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# **SB 1371 Presentation Roadmap**

1. High Level Concepts / Guideposts

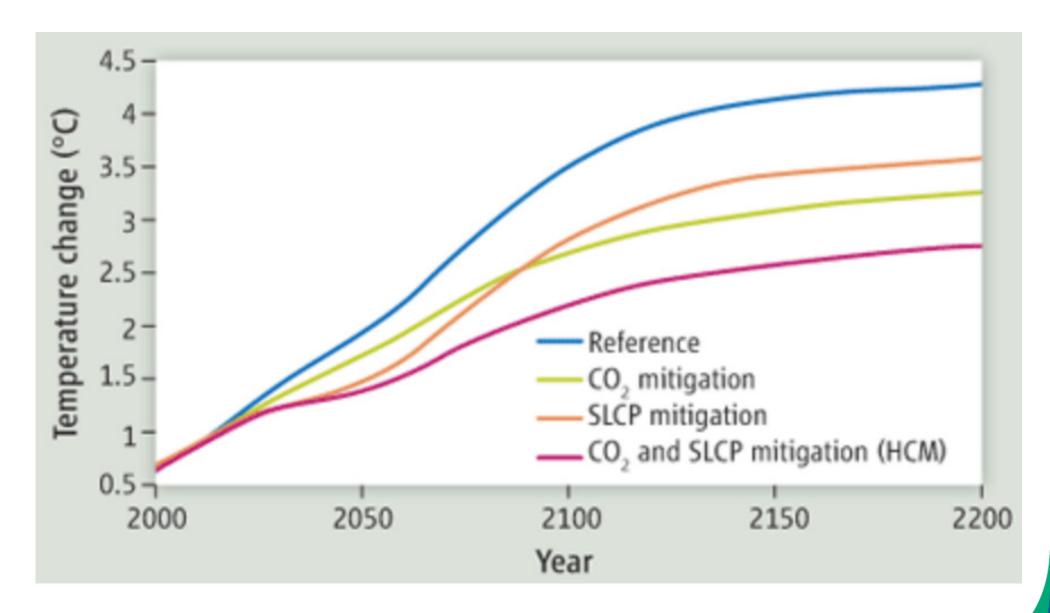
- 2. SB 1371 implementation policy
  - As legislated
  - Putting the bill into action

#### Concept # 1

Fighting climate change requires reducing methane emissions from all sources

SB 1371 is a core component of the state package for controlling SLCP emissions from the energy sector

#### Urgent need to reduce CO<sub>2</sub> and Methane



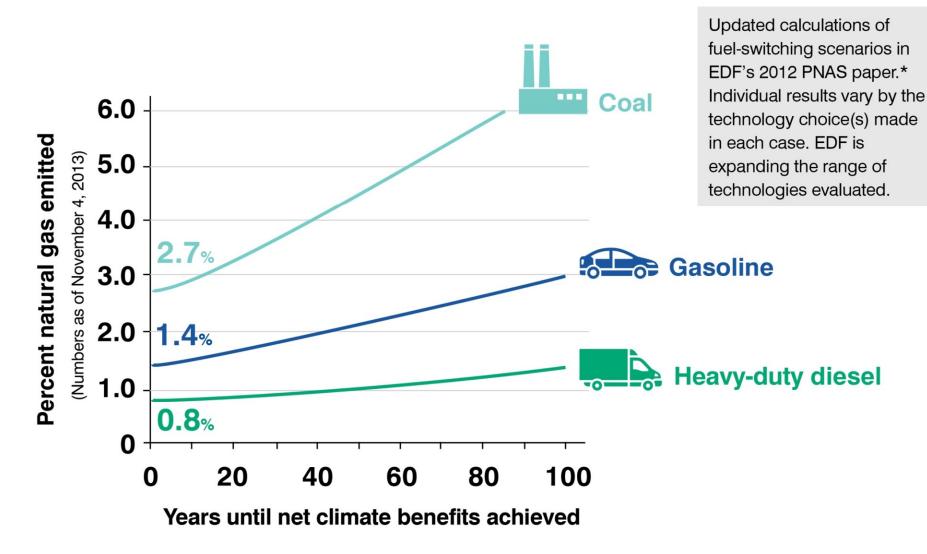
Shoemaker, et. al., What Role for Short-Lived Climate Pollutants in Mitigation Policy?, Science, December 19, 2013

### Concept # 2

# Natural gas presents a climate benefit only if methane leakage is kept to a minimum

Due to it's potency, even a small amount of methane leakage can have large climate relevance

#### Can natural gas deliver sustained benefits?

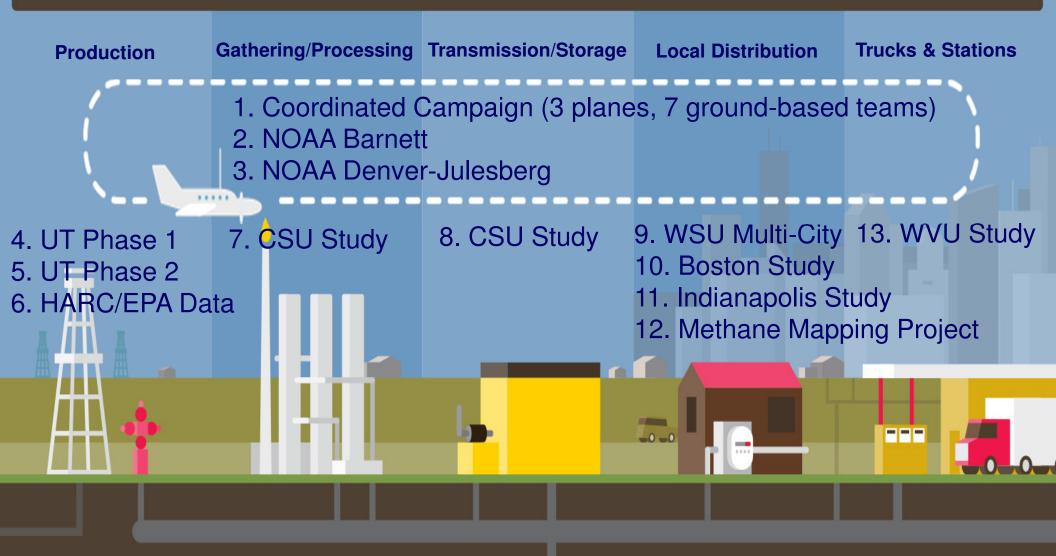


<sup>\*</sup>Adapted from Alvarez et al. (2012) PNAS, 109: 6435–6440, reflecting new IPCC AR5 & 2013 EPA GHG data. IPCC updates: (1) direct/indirect radiative forcing of CH<sub>4</sub> and CO<sub>2</sub>, (2) CH<sub>4</sub> lifetime, (3) CO<sub>2</sub> impulse response function. Additional effects due to climate-carbon feedbacks and CO<sub>2</sub> from the oxidation of CH<sub>4</sub> not included (AR5 lacks data to support time-dependent analysis but EDF believes these effects to be small). Emissions updates include factors in Table 1 and corresponding LREF values in Table S1 of PNAS paper; an LREF value specific to heavy-duty CNG vehicles is now used.

### Concept # 3

To develop sound methane policy for the energy sector, we must understand the sources better

#### EDF STUDIES BY NATURAL GAS SUPPLY CHAIN SEGMENT



#### **Other Studies:**

- 14. Pilot Projects
- 15. Gap Filling
- 16. Project Synthesis

## Public Policy Behind the Passage and Implementation of SB 1371

- SB 1371 was authored by Senator Leno, co-authored by Senator Hill and Assembly Member Mullin, with major elements negotiated with EDF and others
- A bill to ensure that reducing environmental harm of methane emissions was considered / included in CPUC proceedings and utility practices – without sacrificing or undermining public safety

A cross-cutting law to achieve 2 goals in Section 975 (b): With priority given to safety, reliability, and affordability of service, the commission shall adopt rules and procedures ... to achieve both of the following:

- (1) Minimize leaks as a hazard ...
- (2) While giving due consideration to the cost considerations of Section 977, <u>reduce emissions of natural gas</u> from those commission-regulated gas pipeline facilities that are intrastate transmission and distribution lines <u>to the maximum extent feasible</u> in order to advance the state's goals in reducing emissions of greenhouse gases ...

A cross-cutting law to ensure California utilities are **operating and maintaining** their natural gas systems using the best industry practices for delivering gas to end users instead of being released into the atmosphere

- Pertains to "avoidance, reduction, and repair of leaks and leaking components" – Section 975(e)(1)
- Requires an evaluation of "operations, maintenance, and repair practices" - Section 975(e)(3)
- Includes practices for "leak surveys, patrols, leak survey technology, leak prevention, and leak reduction" - Section 975(e)(4)

Proceeding should include practices for **preventing**, **finding** / **quantifying**, and **repairing** emissions sources and leaks

#### Preventing

- ✓ Pipeline replacement
- ✓ New pipe materials selection
- ✓ Pipe maintenance practices
- ✓ Equipment installation

#### Finding / Quantifying

- ✓ Leak detection technology
- ✓ Inspection and leak detection practices
- ✓ Leak quantification
- ✓ Leak tracking and mapping

#### Repairing

- ✓ Leak repair timelines
- ✓ Leak repair prioritization
- ✓ Pipeline repair practices
- ✓ Leak prone pipe replacement

Proceeding should include evaluation of all relevant information:

- ✓ Emerging science and research
- ✓ US EPA Natural Gas Star program
- ✓ NYSEARCH
- √ 50-state NASPR Compendium (NARUC)
- ✓ California utility GRC requests and discussion documents
- ✓ Other docs and proceedings as they emerge

Should also provide for updating over time ...



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